# PRESS OFFICE

**Release Date:** August 9, 1999 **Contact:** Michael Stamler (202) 205-6740 **SBA News Releases:** www.sba.gov/news/

# SBA GREATLY EXPANDS LIST OF CERTIFIERS TO HELP WITH DISADVANTAGED STATUS REVIEWS

**WASHINGTON** -- The U.S. Small Business Administration (SBA) announced today that it is expanding by 30 the number of organizations permitted to help in the certification process required for firms requesting federal status as small disadvantaged businesses (SDBs). With these additions, there are now more than 90 groups nationwide to screen and analyze SDB applications and to make recommendations to the SBA on ownership and control issues.

Federal certification is an important consideration for any qualified SDB. Last fall, the Clinton/Gore Administration began a program reserved especially for this business classification.

"Since last August, the SBA has certified more than 6,700 firms as small disadvantaged businesses," said SBA Administrator Aida Alvarez. "These companies represent a good cross section, coming from nearly every industrial sector. But a recent change in the way SDB status is determined means that many more firms could qualify. By expanding the ranks of the third-party certifiers, we hope to give even more SDBs a chance to secure contracts in the \$200 billion-per-year federal marketplace."

If an SDB contracts directly with the federal government, they now can receive a price evaluation adjustment of 10 percent for contracts in selected industries -- those that still reflect the effects of discrimination. But they can only receive this adjustment if they've received formal certification from the SBA.

This same certification requirement will extend to all SDBs by Oct. 1. Beginning that date, contractors and subcontractors will be required to obtain formal SBA certification. Until then, SDBs involved with subcontracting can self-certify their status to the prime contractors.

SDB applicants can arrange to have a third-party certifier review an application package. The certifier is allowed 15 days to verify that the application is complete and another 30 days to determine whether the applicant meets the ownership and control requirements for SDB status. To qualify, a disadvantaged individual or individuals must own 51 percent or more of the business and must devote full-time to its daily management. Once the certifier completes that analysis, the package is forwarded to the SBA, which must complete its work in 30 days.

If applicants prefer, they can simply ask the third-party certifier to assist in filling out the SDB application form. In this case, however, the same certifier would not be able to conduct the ownership review; that would have to be done either by a separate certifier or the SBA. Regardless, the SBA will continue its role in determining social and economic disadvantage, and whether the SDB applicant firm qualifies as a small business.

Third-party certifiers are permitted to charge for their services and applicants are encouraged to shop around for the best combination of service and price.

SDB applications and additional program information can be obtained on-line at <a href="http://www.sba.gov/sdb">http://www.sba.gov/sdb</a> or by calling toll-free 1-800-558-0884. A full list of certified SDBs is available on-line at <a href="http://pro-net.sba.gov">http://pro-net.sba.gov</a>.

SBA regulations adopted last year allow non-minority applicants seeking SDB status to meet a revised standard for establishing social disadvantage, one of two eligibility criteria. Before those regulations were adopted, non-minority candidates had to prove a pattern of social disadvantage with "clear and convincing" evidence. That standard was lowered to a "preponderance" of evidence. The criterion for economic disadvantage was not changed.

###

(Full list of new Private Certifiers attached)

#### ALABAMA

PAUL GUNN BUSINESS CONSULTING

Huntsville, AL 35816 (256) 721-0053

WALKER, MILLS, AND WILSON

Montgomery, AL 36117 (334) 279-5854

**CALIFORNIA** 

PERCEPTIVE ENTERPRISES, INC.

Palmdale, CA 93552 (661) 285-3790

HAYDEN J. LEE CONSULTANTS, INC.

San Francisco, CA 94116 (415) 759-8178

**HARJO & ASSOCIATES** 

Tustin, CA 92782 (714) 239-4449

**COLORADO** 

PEAK CERTIFICATION, LLC

Colorado Springs, CO 80917 (719) 570-7074

DENVER BUSINESS DEVELOPMENT

*GROUP* 

Denver, CO 80204 (303) 623-5660

DISTRICT OF COLUMBIA

DOUGLAS RESOURCES, INC.

Washington, D.C. 20020

(202) 347-5740

THE BRENTON-DABNEY GROUP, LTD.

Washington, D.C. 20036 (202) 463-0958

U.S. HISPANIC CHAMBER OF COMMERCE

Washington, D.C. 20036

(202) 842-1212

WOMEN'S BUSINESS ENTERPRISE

NATIONAL COUNCIL

Washington, D.C. 20005

(202) 862-4810

**FLORIDA** 

ODEON GROUP, INC.

Miami, FL 33169 (305) 653-4100

NATIONAL MINORITY SUPPLIER

DEVELOPMENT COUNCIL OF FLORIDA

Orlando, FL 32809 (407) 859-3901

**WILLIAMS & HOPE CORPORATION** 

Miramar, FL 33025 (954) 435-3429

**ILLINOIS** 

**AXXIS MANAGEMENT CONSULTANTS** 

CORP.

Granite City, IL 62040

(618) 451-5767

INDIANA

SHIRLEY ANN JOHNSON-McCROY

Indianapolis, IN 46204

(317) 254-0373

**KANSAS** 

MITCHELL & RICHARDS, CPA's, PA

Wichita, KS 67218

(316) 685-1600

# **MISSOURI**

<u>LEADTEAM, LLC</u> Kansas City, MO 64114 (816) 942-1544

# **NEW JERSEY**

INC. Howell, NJ 07731 (732) 866-8833

# **NEW MEXICO**

RIO GRANDE MINORITY PURCHASING COUNCIL, INC.
Albuquerque, NM 87109
(505) 823-2213

THE BEST BUSINESS CONSULTANTS,

#### **NEW YORK**

MWBE DEVELOPMENT CENTER Binghampton, NY 13901 (607) 724-2118

NATIONAL MINORITY SUPPLIER
DEVELOPMENT COUNCIL
New York, NY 10018
(212) 944-2430

<u>WAR ASSOCIATES</u> Nedrow, NY 13120 (315) 492-1772

## **PENNSYLVANIA**

<u>PKD</u> Codorus, PA 17311 (717) 229-0715

# **PUERTO RICO**

MANUEL L. PORRATA & ASSOCIATES
Rio Piedras, PR 00927
(809) 765-2140

#### **TEXAS**

GOLDEN TRIANGLE MINORITY
BUSINESS COUNCIL, INC.
Beaumont, TX 77720-1664
(409) 835-0151

SAENZ GROUP, INC. San Antonio, TX 78228 (210) 432-1513

### WASHINGTON

<u>BUSINESS LINKS</u> Richland, WA 99352 (509) 372-7142

## **WISCONSIN**

PROGRESSIVE TRAINING CONSULTANTS, INC. Milwaukee, WI 53209 (414) 562-8162

SIKER FINANCIAL SERVICES Milwaukee, WI 53202 (414) 273-0900